

STATEMENT OF PURPOSE

RS19212

This bill relates to sales taxes. It clarifies the calculation of the credit or refund payable to a retailer who writes off a bad debt relating to a purchase on which he has remitted sales tax to the state. The bill:

1. Moves the bad debt provision from the section defining "sales price" to the section addressing credits and refunds.
2. Provides that when there has been partial payment of an account found to be worthless, for the purpose of computing the amount of sales tax to be credited or refunded, the partial payments shall be credited first to tax.

FISCAL NOTE

Additional \$500,000 to the General Fund.

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